DOCKET FILE COPY ORIGINAL

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

RECEIVED	
OCT 3 1 1994	

In the Matter of)	FEDERAL COMMINICATION OF THE PARTY OF THE PA
Policies and Rules Implementing)	CC Docket No. 93-22
the Telephone Disclosure and Dispute)	
Resolution Act)	

REPLY COMMENTS OF AMERITECH

Ameritech¹ submits these reply comments in response to the Commission's Further Notice of Proposed Rule Making in this docket.²

* * *

Ameritech agrees with several commenters that suggest that the Commission not attempt to use local exchange carriers ("LECs") to police the information provider ("IP") industry by requiring that LECs have evidence of the required presubscription agreement before billing a customer for an information service accessed via any means other than a 900 number.³ In effect, placing additional restrictions on LECs, such as possibly requiring LECs to actually view or obtain copies of the written presubscription agreements, will increase the compliance burden for conscientious IPs and LECs. But, as pointed out in several of the comments, it will not likely deter unscrupulous IPs from deceptive and abusive practices. It may, for example, simply cause those IPs to either manufacture written presubscription agreements or abandon them entirely and employ other methods in pursuit of short term gain. For example, IPs could submit an 800 information service call for billing but reflect a POTS number as the dialed number in

No. of Copies rec'd_ List ABCDE

¹ Ameritech means: Illinois Bell Telephone Company, Indiana Bell Telephone Company, Incorporated, Michigan Bell Telephone Company, The Ohio Bell Telephone Company, and Wisconsin Bell, Inc.

² In the Matter of Policies and Rules Implementing the Telephone Disclosure and Dispute Resolution Act, CC Docket No. 93-22, Order on Reconsideration and Further Notice of Proposed Rule Making, FCC 94-200 (released August 31, 1994) ("FNPRM").

³ <u>See.</u> e.g., comments of SNET, Rochester, Pennsylvania Public Utility Commission, California PUC, the USTA, GTE.

the billing record. IPs could use a 10NXX0+ dialing pattern⁴ to get around the 900 blocking arrangements of hotels, businesses, hospitals, and concerned parents.

Requiring LECs to include compliance provisions in their billing contracts, and then reasonably enforce those provisions when problems become apparent, should be all that is required of LECs. While LECs would have to wait for complaints⁵ before discovering any abuses and taking corrective action, that is, in fact, the same remedy that would be available under the Commission's proposed rules with respect to any IP that "abuses" an 800 information service arrangement -- either by manufacturing false presubscription agreements or by submitting 800 pay-per-call charges for billing by disguising them as POTS calls.

On the other hand, the best way to address the problem of abusive IPs would be, as suggested by SNET, for the Federal Trade Commission ("FTC") to modify its rules to place the burden of compliance with ethical and non-deceptive business practices directly on the IPs themselves. Until the rules and penalties apply directly to IPs, there will be no incentive for the very small group of disreputable industry members not to try to "circumvent" the rules that apply only to common carriers. An FCC requirement that carriers include tariff provisions restricting IP actions does not discourage an unscrupulous, fly-by-night IP from trying the get away with something. As long as the regulations and associated penalties apply to carriers and not the IPs, there is virtually no harm in an IP's efforts to get around those limitations. If it is caught and the LEC terminates its billing arrangement, at best the service is shut down later than it would have been had the IP abandoned its shady practices earlier. At worst, the IP will just move on to another scam. Plus, the IP has had the benefit of the additional revenue in the interim. The ultimate solution, therefore, involves rules and enforcement action

⁴ As described in the comments of Southwestern Bell.

⁵ Screening all messages prior to billing would be impossible.

directed at the source of the problem -- at the few unscrupulous IPs themselves that give the entire industry a bad name.

* * *

With respect to the Commission's proposal to require the inclusion of additional information -- particularly the name and business telephone number of the service provider -- on the LEC bill, no commenting party provided any information that would explain why such a requirement is necessary. As Ameritech pointed out in its comments, the information, by Commission requirement, must be made available by the carrier that assigns the telephone number to the IP and submits the IP charges to the LEC for billing. Placing the additional information on the customer's bill is likely to create clutter and confusion for customers. Since there apparently have been no problems with the availability of the information, there is no reason for the Commission to reverse its earlier decision not to require that the additional information appear on the bill.⁶

* * *

With respect to the information requested by International Telemedia Associates on customers who have ordered 900 blocking, it should be noted that there exits no separate database containing that information. If the Commission orders LECs to

⁶ I<u>n the Matter of Policies and Rules Implementing the Telephone Disclosure and Dispute Resolution Act.</u> CC Docket No. 93-22, Report and Order, FCC 93-349 (released August 13, 1993) at ¶ 72.

provide such information to IPs, it should also permit LECs to recoup all the costs associated with programming changes and searches required to extract the information from other databases and systems.

Respectfully submitted,

Michael S. Pabian

Attorney for Ameritech

Room 4H76

2000 West Ameritech Center Drive

Hoffman Estates, IL 60196-1025

(708) 248-6044

Dated: October 31, 1994

CERTIFICATE OF SERVICE

I, Deborah L. Thrower do hereby certify that a copy of the foregoing Reply Comments of Ameritech has been served on the parties listed on the attached service list, by first class mail, postage prepaid, on this 31st day of October 1994.

Deborah L. Thrower

Albert H. Kramer
Robert F. Aldrich
Douglas E. Rosenfeld
Attorneys for the American Public
Communications Council
Keck, Mahin & Cate
Penthouse Suite
1201 New York Avenue, NW
Washington, DC 20005-3919

Joel R. Dichter
Jane B. Jacobs
Attorneys for Association of Information
Providers of New York, Info Access, Inc.
and American Telenet, Inc.
Seham, Klein and Zelman
485 Madison Avenue
New York, NY 10022

William B. Barfield Richard M. Sbaratta Helen A. Shockey BellSouth Telecommunications, Inc. Suite 1800 1155 Peachtree Street, NE Atlanta, GA 30367-6000

Ken McEldowney Consumer Action Suite 233 116 New Montgomery Street San Francisco, CA 94105

Gail L. Polivy GTE Service Corporation Suite 1200 1850 M Street, NW Washington, DC 20036 Francine J. Berry
R. Steven Davis
Peter H. Jacoby
American Telephone and Telegraph Company
Room 3244J1
295 North Maple Avenue
Basking Ridge, NJ 07920

Edward D. Young, III John M. Goodman Bell Atlantic Telephone Companies 1710 H Street, NW Washington, DC 20006

William D. Baskett III
John K. Rose
Attorneys for Cincinnati Bell Telephone Co.
Frost & Jacobs
2500 PNC Center
201 East Fifth Street
Cincinnati, OH 45202

Ward W. Wueste, Jr., HQE03J43 Richard McKenna, HQE03J36 GTE Service Corporation PO Box 152092 Irving, TX 75015-2092

Mary J. Sisak Donald J. Elardo MCI Telecommunications Corporation 1801 Pennsylvania Avenue, NW Washington, DC 20006 Susan Giesberg
Susan Grant
National Association of Consumer Agency
Administrators
Suite 514
1010 Vermont Avenue, NW
Washington, DC 20005

William W. Burrington, Esq.
Attorney for the National Association
for Information Services
Burrington & Associates
1250 Connecticut Avenue, NW, Suite 600
Washington, DC 20036-2603

Edwin N. Lavergne
Rodney L. Joyce
Jay S. Newman
Attorneys for National Association for
Information Services
Ginsburg, Feldman and Bress Chartered
Suite 800
1250 Connecticut Avenue, NW
Washington, DC 20036-2603

Paul Rodgers
Charles D. Gray
James Bradford Ramsay
National Association of Regulatory
Utility Commissioners
1102 ICC Building
PO Box 684
Washington, DC 20044

William J. Cowan New York State Department of Public Service Three Empire State Plaza Albany, NY 12223 John F. Sturm Newspaper Association of America Suite 440 529 14th Street, NW Washington, DC 20045-1402

Joseph DiBella NYNEX 120 Bloomingdale Road White Plains, NY 10605 James P. Tuthill Nancy K. McMahon Pacific Bell Room 2W852 2600 Camion Ramon San Ramon, CA 94583

Alan F. Ciamporcero Pacific Bell 1275 Pennsylvania Avenue, NW Washington, DC 20004

Walter Steimel, Jr.
Attorney for Pilgrim Telephone, Inc.
Fish & Richardson
Fifth Floor North
601 13th Street, NW
Washington, DC 20005

John W. Hunter
Attorney for South Carolina Telephone
Coalition
McNair & Sanford, P.A.
1155 Fifteenth Street, NW
Washington, DC 20005

Rochelle D. Jones The Southern New England Telephone 227 Church Street New Haven, CT 06510

James E. Taylor Richard C. Hartgrove John Paul Walters, Jr. Southwestern Bell Telephone Company One Bell Center, Room 3520 St. Louis, MO 63101 Jay C. Keithley Phyllis A. Whitten Sprint Corporation Suite 1100 1850 M Street, NW Washington, DC 20036

Craig T. Smith Sprint Corporation PO Box 11315 Kansas City, MO 64112

Peter Arth, Jr.
Edward W. O'Neill
Timothy E. Treacy
Attorneys for the People of the State of
California and the Public Utilities
Commission of the State of California
505 Van Ness Avenue
San Francisco, CA 94102

Lee A. Marc Summit Telecommunications Corp. Suite 207 1640 South Sepulveda Blvd. Los Angeles, CA 90025 Peter J. Brennan Tele-Publishing, Inc. 126 Brookline Avenue Boston, MA 02215

Martin T. McCue Anna Lim United States Telephone Association Suite 800 900 19th Street, NW Washington, DC 20006-2105 R. Michael Senkowski
Jeffrey S. Linder
Stephen J. Rosen
Attorneys for Tele-Communications
Association
Wiley, Rein & Fielding
1776 K Street, N.W.
Washington, DC 20006

Michael J. Shortley, III
Attorney for Rochester
Telephone Corporation
180 South Clinton Avenue
Rochester, New York 14646

Maureen A. Scott Assistant Counsel Pennsylvania Public Utility Commission POB 3265 Harrisburg, PA 17105-3265

Lisa M. Zaina
General Counsel
The Organization for the Protection and
Advancement of Small Telephone Companies
21 Dupont Circle, N.W.
Suite 700
Washington, DC 20036

Mark Cohn General Counsel 900 Capital Services 651 Gateway Boulevard Suite 460 South San Francisco, CA 94080

Debra L. Lagapa Attorney for the New York Clearing House Association 1200 Nineteenth Street, N.W. Suite 602 Washington, DC 20036

Hubert H. Humphrey III
Attorney General
State of Minnesota
1200 NCL Tower
445 Minnesota Street
St. Paul, Minnesota 55101-2130

Randall B. Lowe Joseph V. Gote Attorneys for InfoAccess, Inc. Piper and Marbury 1200 Nineteenth Street, N.W. Washington, DC 20036-2430 William W. Burrington, Esq. Attorney for ISA Public Policy Counsel Burrington & Associates Suite 600 1250 Connecticut Avenue, N.W. Washington, DC 20036-2603

Brian Moir
Attorney for International Communications
Association
Moir & Hardman
2000 L Street, N.W.
Suite 512
Washington, DC 20036-4907

J. Scott Nicholls Manager, Regulatory Affairs Allenet Communications Services, Inc. 1990 M Street, N.W., Suite 500 Washington, DC 20036 Aaron Weinstein General Counsel International Telemedia Associates, Inc. 1000 Circle 75 Parkway Suite 700 Atlanta, GA 30339 Wayne V. Black
C. Douglas Jarrett
Attorneys for
American Petroleum Institute
Keller and Heckman
1001 G Street, N.W.
Suite 500 West
Washington, DC 20001